

**MINIMUM THRESHOLD FOR CONSOLIDATED
INSURANCE PROGRAMS**

The eligibility requirements for Consolidated Insurance Programs are defined in Chapter 616B of the Nevada Revised Statutes (NRS). NRS 616B.710 sets the initial minimum estimated total cost of a construction project to be \$150 million for such a program. On June 30 of each year, the Commissioner is required to adjust the minimum estimated total cost of a construction project to reflect the present value of that amount with respect to the “construction cost index.”

NRS 616B.710(4)(a) states, “ ‘Construction cost index’ means the construction cost index published by the Engineering News-Record as a measure of inflation.”

Effective July 1, 2003, the minimum estimated total cost of a construction project must be \$164 million for the project to be eligible for a Consolidated Insurance Program.

ALICE A. MOLASKY-ARMAN